GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:2111
ANSWERED ON:12.12.2008
INTEREST RATE ON WRITTEN OFF LOANS
Singh Shri Chandra Bhushan

Will the Minister of FINANCE be pleased to state:

(a) whether the Public Sector Banks have requested the Government to pay the interest on the written-off loans under its policy;

(b) if so, the details thereof; and

(c) the steps taken/being taken by the Government in this regard?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE(SHRI PAWAN KUMAR BANSAL)

(a) to (c) : In view of the staggered schedule for reimbursing the claims of the lending institutions under Agricultural Debt Waiver and Debt Relief Scheme 2008 (ADWDRS), the Government has decided to pay interest on the 2nd, 3rd, and 4th instalments of the reimbursable claims. The interest will be paid on these instalments from the date of the reimbursement of the first instalment till the date of the actual reimbursement.